ORIGINAL THIS AMENDMENT:		
Passed	Passed as amended by	
Failed	Not Offered	Withdrawn

Arizona Corporation Commission

DOCKETED

NOV 21 2007

GLEASON PROPOSED AMENDMENT #1

(to Staff's Revised Recommended Order dated November 15, 2007)

DATE PREPARED: November 21, 2007

DOCKETED BY

12

60cg

COMPANY:

Arizona Public Service Company

DOCKET NOs:

E-01345A-05-0816, E-01345A-05-0826, and E-01345A-05-0827

OPEN MEETING DATES:

November 27 and 28, 2007

AGENDA ITEM: U-10

Page 2, between lines 15 and 16 INSERT a new Finding of Fact No. 8 to read:

"8. We disagree with Staff's recommendation in Finding of Fact No. 6 and find that treating payments received from Schedule 3 as revenue, rather than CIAC, will best serve the Commission's intent in Decision No. 69663 to shift the burden of rising distribution infrastructure costs away from the current customer base to growth. Therefore, we will direct APS to record such payments as Miscellaneous Service Revenues."

Renumber Findings of Fact to conform

Page 3, lines 12 and 13, STRIKE:

"amended to include Staff's recommendation in Findings of Fact No. 6,"

Page 3, line 16

STRIKE:

"Finding of Fact No. 9"

INSERT:

"Finding of Fact No. 10"

Page 3, line 19

STRIKE:

"modifications recommended in Finding of Fact No. 6"

INSERT:

"accounting treatment as directed in Finding of Fact No. 8"

Make all conforming changes

AZ CORP COMMISSION